

**Proposed Substitute  
Bill No. 6731**

LCO No. 4343

**AN ACT CONCERNING THE TREATMENT OF CERTAIN FARM LAND  
FOR PURPOSES OF THE ESTATE TAX.**

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Subsection (c) of section 12-391 of the general statutes is  
2 repealed and the following is substituted in lieu thereof (*Effective from*  
3 *passage and applicable to estates of decedents dying on or after January 1,*  
4 *2015*):

5 (c) For purposes of this section:

6 (1) (A) "Connecticut taxable estate" means, with respect to the  
7 estates of decedents dying on or after January 1, 2005, but prior to  
8 January 1, 2010, (i) the gross estate less allowable deductions, as  
9 determined under Chapter 11 of the Internal Revenue Code, plus (ii)  
10 the aggregate amount of all Connecticut taxable gifts, as defined in  
11 section 12-643, made by the decedent for all calendar years beginning  
12 on or after January 1, 2005, but prior to January 1, 2010. The deduction  
13 for state death taxes paid under Section 2058 of said code shall be  
14 disregarded.

15 (B) "Connecticut taxable estate" means, with respect to the estates of  
16 decedents dying on or after January 1, 2010, but prior to January 1,  
17 2015, (i) the gross estate less allowable deductions, as determined

18 under Chapter 11 of the Internal Revenue Code, plus (ii) the aggregate  
19 amount of all Connecticut taxable gifts, as defined in section 12-643,  
20 made by the decedent for all calendar years beginning on or after  
21 January 1, 2005. The deduction for state death taxes paid under Section  
22 2058 of said code shall be disregarded.

23 (C) "Connecticut taxable estate" means, with respect to the estates of  
24 decedents dying on or after January 1, 2015, (i) the gross estate less  
25 allowable deductions, as determined under Chapter 11 of the Internal  
26 Revenue Code, plus (ii) the aggregate amount of all Connecticut  
27 taxable gifts, as defined in section 12-643, made by the decedent for all  
28 calendar years beginning on or after January 1, 2005, other than  
29 Connecticut taxable gifts that are includable in the gross estate for  
30 federal estate tax purposes of the decedent, plus (iii) the amount of any  
31 tax paid to this state pursuant to section 12-642 by the decedent or the  
32 decedent's estate on any gift made by the decedent or the decedent's  
33 spouse during the three-year period preceding the date of the  
34 decedent's death, less (iv) the fair market value of any farm land  
35 classified as farm land in accordance with section 12-107c that the  
36 decedent owned at the time of his or her death, up to an amount not  
37 greater than the Federal estate tax exemption. The deduction for state  
38 death taxes paid under Section 2058 of the Internal Revenue Code shall  
39 be disregarded.

40 (2) "Internal Revenue Code" means the Internal Revenue Code of  
41 1986, or any subsequent corresponding internal revenue code of the  
42 United States, as from time to time amended, except in the event of  
43 repeal of the federal estate tax, then all references to the Internal  
44 Revenue Code in this section shall mean the Internal Revenue Code as  
45 in force on the day prior to the effective date of such repeal.

46 (3) "Gross estate" means the gross estate, for federal estate tax  
47 purposes.

This act shall take effect as follows and shall amend the following sections:

Section 1	<i>from passage and applicable to estates of decedents dying on or after January 1, 2015</i>	12-391(c)
-----------	--	-----------